SAMHAE INSURANCE COMPANY

2022 ANNUAL REPORT

Table of Contents

COMPANY PROFILE	2
FINANCIAL HIGHLIGHTS	4
STATEMENT FROM THE CHAIRMAN	6
EXECUTIVE COMMITTEE OF MANAGEMENT	10
BUSINESS PERFORMANCE IN 2022	12
FINANCIAL STATEMENTS	20
INDEPENDENT AUDITOR'S REPORT	25

COMPANY PROFILE

Samhae Insurance Company, established in 2016 is a marine insurer in the country specializing in underwriting marine risks solely.

Samhae Insurance Company consolidated its position in the local marine insurance market in a short span of time by virtue of the profound insight into the market, practical use of advanced technology and greater flexibility in delivering insurance service and encouragement of the employees' innovations.

The branches of the Company spread over the counties throughout the country, especially in the important areas including seaports, fish farms and the like. The personnel are recognized experts with technical knowledge of marine insurance sector and rich practical experience.

The Company enjoys its efficient framework securing a close cooperation between headquarters and regional branches as well as between all the members of staff, which explicitly creates a favourable climate for our remarkable progress in business.

For the sake of stable management of the risks insured, the Company continues to diversify into marine reinsurance businesses in cooperation with other insurance and reinsurance companies at home and abroad. As the financial condition of the Company improves, the volume of business in the portfolio originating from abroad is increasingly adding benefits to the Company. At present, the Company is in close relationship with several foreign insurers and reinsurers as well as intermediaries.

COMPANY ACTIVITIES

Cargo insurance, Marine Hull insurance, P&I insurance, Port Liability insurance, Motor Carrier's Liability insurance, Aviation insurance and Reinsurance approved by the State Insurance Commission in accordance with the relevant laws and regulations of the DPRK

OUR MISSION

To satisfy the customers' needs of insurance, relieve anxiety and contribute to the sustainable growth of the insurance industry

OUR VISION

To be the first choice provider of insurance service in the country and become a world-class insurer with special expertise and high reputation

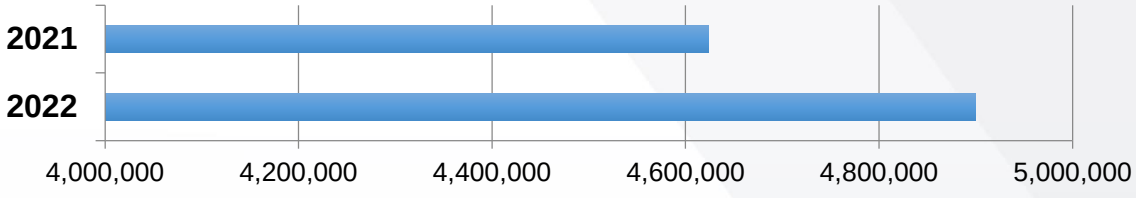
OUR CORE VALUES

Excellence, Flexibility, Professionalism, Responsibility, Integrity

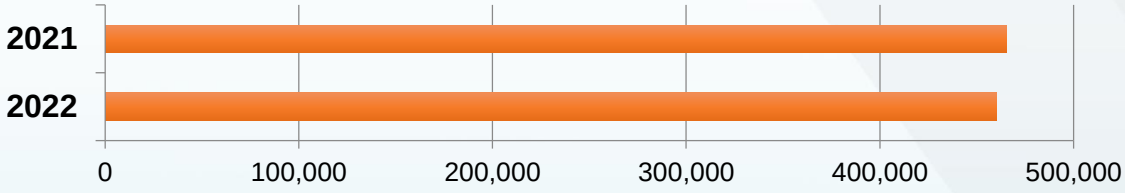
FINANCIAL HIGHLIGHTS

KPW ('000)

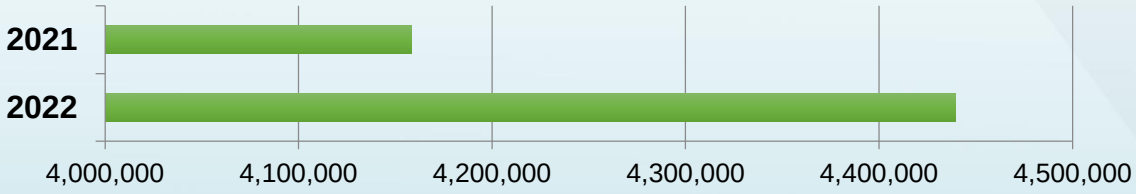
	2022	2021	Change (%)
Total assets	4,899,468	4,623,598	5.97
Total liabilities	460,172	465,242	-1.09
Total equity	4,439,296	4,158,356	6.76
Gross premiums written	1,425,517	1,051,450	35.58
Net underwriting result	551,931	388,681	42.00
Profit/loss before payment to state	401,342	279,045	43.83
Profit/loss for the period/year	280,939	195,332	43.83



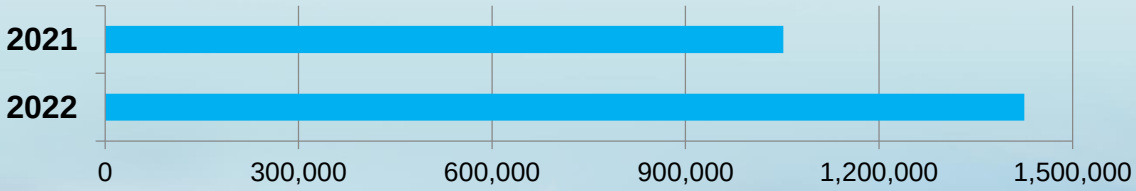
Total assets



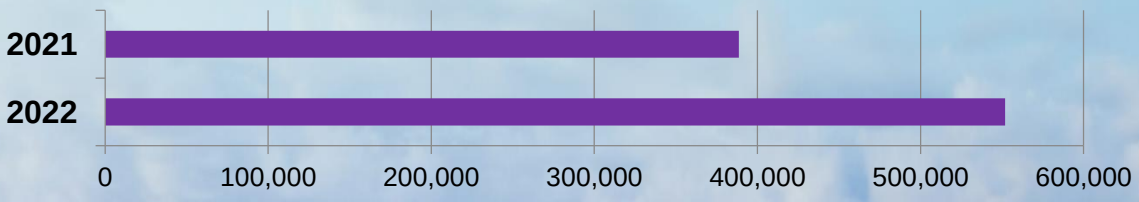
Total liabilities



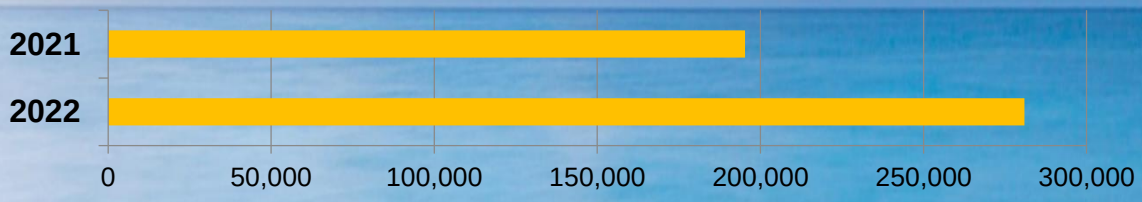
Total equity



Gross premiums written



Net underwriting result



Profit/loss for the period/year

STATEMENT FROM THE CHAIRMAN

Dear Ladies and Gentlemen,

This is the 2022 Annual Report of Samhae Insurance Company.

On behalf of the management of Samhae Insurance Company, I am pleased to give an overview of the performance of the Company during the twelve-month period ended December 31 2022.

The year 2022 was characterized by the more unstable situation with different threats and challenges on a global scale due to the cyber risks, Covid-19 pandemic, macro-economic disruptions, which brought out major threats including supply chain disruptions, energy crisis, inflation and recession, and natural catastrophes scaling up overwhelmingly over the last two decades.

Although the hazards such as pandemics and natural disasters were in the spotlight of public attention in the previous years, they were no longer top concerns in 2022 because they were overtaken by the appearance of even more worrying risks such as cyber attacks, inflationary pressures, supply chain disruptions, energy crisis and risk of recession.

In particular, the global reinsurance was in the doldrums in the last year reliving that atmosphere of gloom and doom in September 2001 and the financial crisis of 2008 as the premium skyrocketed by an average of nearly 40%, even up to 200% in aviation market owing to the geopolitical risks and the natural catastrophes augmenting in an alarming way worldwide.

We have witnessed the society and economy in different jurisdictions were widely affected by these threats and challenges which thus somehow impacted the insurance industry on a worldwide level. In this set of trends, the Company continued to pursue an active policy, supported by the sequence of specific actions, both in terms of protecting the policyholders, the potential customers and collaborating with other players in the markets.

During the period under review insurance industry in the country continued to play its strategic role on the national economy by providing the national underwriting capacity, making appropriate compensation against risks and contributing towards mobilization of financial resources for sustainable economic development.

Under the Five-Year Plan for the National Economic Development in 2021-2025, the industrial sector, the central pivot of the national economy, attained a high rate of growth in production and capacity and the country entered a period of great prosperity of construction, so that the entire domestic economy gradually hit its stride along the track for its stable development, which exerted a favourable influence upon the maturity of the insurance sector.

The Standing Committee of the Supreme People's Assembly issued the Decree No.908 on the amendment of Insurance Law on March 15 2022 which helped a more regulated legal framework give a powerful stimulus to the development of the national

insurance industry in keeping with the practical demands of the changing and developing reality.

Out of 5 insurers registered to conduct insurance business for the period of January – December 2022, 2 insurers transacted general insurance business, 1 life insurer, and 1 company transacted composite business (both general and life insurance) and 1 reinsurance company.

Despite all the challenges and difficulties which entangled the global insurance in the hardest trial in its history full of anxiety and frustration both in the present and the future last year, the insurance sector of the country has continued to record a positive growth in terms of business growth compared to previous years.

Although we witnessed the change of the people's life and corporate activities affected to some extent by the COVID-19 pandemic over the past year, the Company adopted the active and progressive policy and took the best measure for the promotion of steady and sustainable business growth, anticipating and addressing the adverse effect on insurance sector by these changes, which consequently resulted in a great achievement in business.

To secure the clients against the potential risks and immediately indemnify them to aid their speedy recovery in the event of loss or damage is our noble mission. The Company exerted its great effort to become a friendlier insurance company delivering the well-suited and kind insurance service tailor-made to the needs of the customers.

The Company has given preferential treatment to the enterprises with low solvency margin including easy access to short period cover and discount of premium payable depending on different conditions such as application and renewal of insurance policy and no claims history so as to help them fight shy of the situation where their properties were uninsured and make them more vitally interested in insurance coverage than ever.

In keeping with the growing demand for insurance against liability risks, the Company concentrated on developing new insurance products and completed its preparations including improving terms and conditions for the commencement of motor carrier's liability insurance already approved by the State Insurance Commission.

In addition, the Company conducted an immediate loss survey in close cooperation with the relevant organizations including the loss surveyor and the supervisory institutions and simultaneously handled the claims in a timely manner to pay the claimants indemnities as soon as possible in pursuit of higher efficiency of compensation.

The Company recorded a 35.58% increase in its gross written premium and a 35.32% rise in net earned premium in 2022 to reach KPW 1.43 billion and KPW 1.21 billion respectively. However, the Company closed the year 2022 with a colossal paid loss of KPW 800 million, representing a 191.06% up from the same in the previous year. Outgo of reinsurance premium decreased by 18.56%, while the expenditure of general and administrative expenses went up by 31.26% in 2022, when compared to those of

the preceding year.

Net underwriting result increased by 42.00% year-on-year to KPW 550 million in 2022. The loss ratio, expense ratio and combined ratio were 51.02%, 15.71% and 66.73% respectively in 2022, which slightly dwindled down by 2.19%, 0.47%, 2.65% from 53.21%, 16.17% and 69.38% in the previous year.

The success and achievements during the period under review resulted from the fact that the management and all the members of staff were true to their duty and mission and devoted all their knowledge and energy with patience and tenacity for the sole purpose of progress and development of the Company.

I wish to extend my heartfelt thanks to Samhae management and staff for their mutual cooperation and continued support for the Company's decision and policy in overcoming the difficulties and challenges it faced last year and moving it on.

I would also like to acknowledge the trust and support of the customers, agents, reinsurers, brokers, and other parties concerned.

In 2023, the Company is tasked with overcoming the current challenges and constraints and promoting a continuous development.

Samhae looks forward to further progressing with full confidence in victory and optimism about the future.

Kim Myong Il

Chairman of Executive Committee of Management

Chief Executive Officer

EXECUTIVE COMMITTEE OF MANAGEMENT

The Executive Committee of Management(ECM), consisting of 5 members of senior officials is primarily responsible for preparation and monitoring of business plan, annual budget, key initiatives, review of operations, human resource development and performance of personnel.

During the year under review, the ECM members met 12 times and discussed various affairs including annual business plan of the Company, market expansion, digitalization of insurance business, improvement of customer service, orientation for the development of inward and outward reinsurance, expansion into the market abroad, investment policy, management of human resources, appointments of personnel.

Chairman/CEO	Kim Myong Il
Member/Deputy CEO	Kim Song Ho
Member/Chief Contracting Officer	Yun Il Hyok
Member/Head of Claims Department	Ri Jong Chol
Member/Chief Financial Officer	Ri Kum Song

Management Structure

CEO

Deputy CEO

01 Contract
Insurance
Reinsurance
Branch offices

Claims Settlement 02

03 Finance

Marketing 04

05 Compliance

Administration 06

07 IT

BUSINESS PERFORMANCE IN 2022

In 2022, the volume of cargo transport in the country increased incomparably over the previous year. The cargo ships resumed operating in a regular way and handling of freight at ports and wharves rose accordingly, while the fishing industry began to gain momentum last year so that the number of vessels engaged in fishing grew substantially.

In this context, the Company took full advantage of this atmosphere by improving the customer service to meet their demand and attaching greater importance to the role of agents who are more accessible by the customers, which resulted in a remarkable growth of business development.

Gross premiums written jumped a whopping 35.58% year-on-year to KPW 1,425,517,451 in 2022 but claims paid totaled KPW 801,360,043, which peaked higher than ever in terms of yearly increment.

Gross premiums written

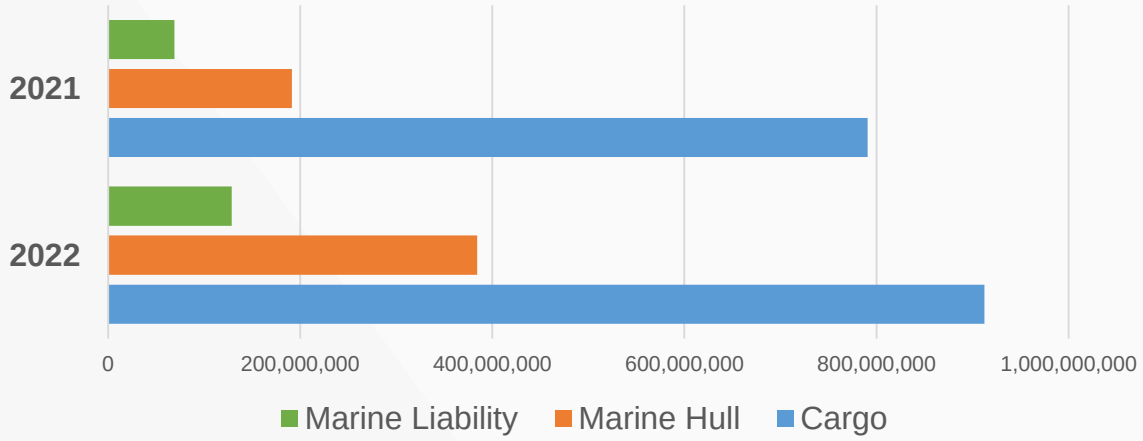
KPW

Line of business	2022		2021	
	Amount	Share (%)	Amount	Share (%)
Cargo	912,535,466	64.01	790,849,861	75.21
Marine Hull	384,288,902	26.96	191,450,361	18.21
Marine Liability	128,693,083	9.03	69,149,334	6.58
Total	1,425,517,451	100.00	1,051,449,556	100.00

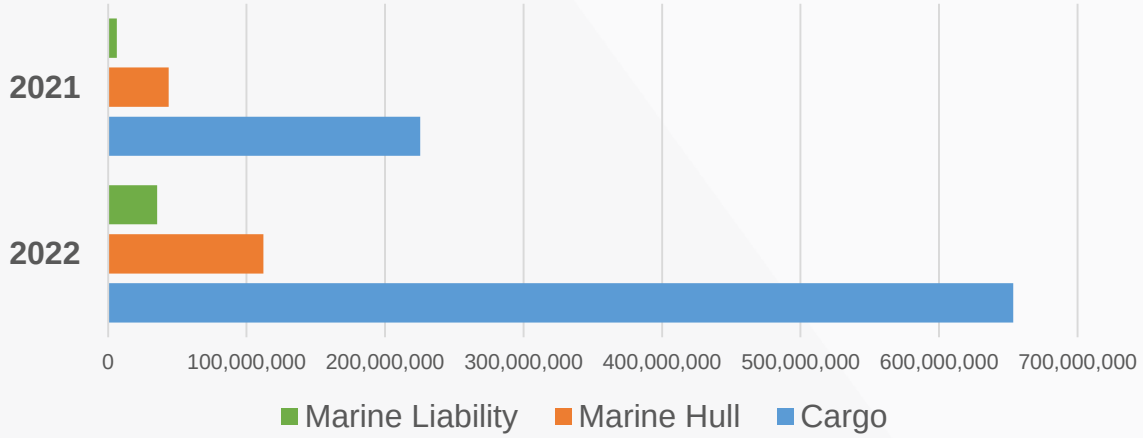
Gross claims paid

KPW

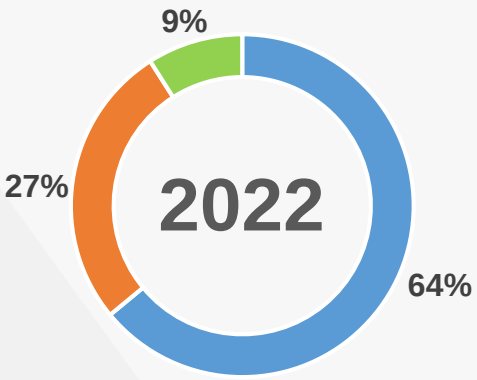
Line of business	2022		2021	
	Amount	Share (%)	Amount	Share (%)
Cargo	653,586,225	81.56	225,383,691	81.86
Marine Hull	112,247,847	14.01	43,694,948	15.87
Marine Liability	35,525,971	4.43	6,249,679	2.27
Total	801,360,043	100.00	275,328,318	100.00



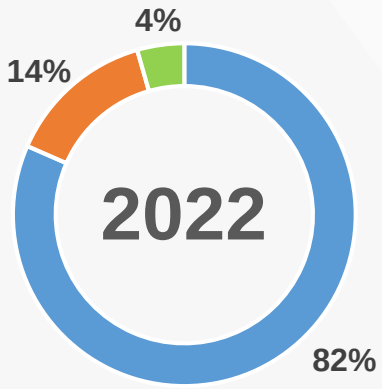
Gross premiums written



Gross claims paid



Gross premiums written



Gross claims paid

During the year under review, the Company achieved a net underwriting result of KPW 551,930,524, finding its account in net premiums earned amounting to KPW 1,213,429,131, though net claims incurred reached to KPW 619,097,782 and acquisition costs net of related commission income from reinsurance ceded increased to KPW 42,400,825.

Therefore, profit for the year recorded a 43.83% increase year-on-year to KPW 280,939,473 on top of a marked growth in profit before payment to state which grew to KPW 401,342,105.

Cargo insurance

Cargoes transported by sea, land and air are all covered by the Company.

Transport industry experienced an incomparable rise in the freight traffic in the country compared to the previous year, especially in the number of cargoes transported by sea.

Cargo insurance ended the year 2022 with a turnover of KPW 912,535,466, representing a 15.39% increase from KPW 790,849,861 in the previous year, we expect that such a growing trend will remain intact in 2023.

The turnover of cargo insurance accounted for 64.01% of the Company's annual gross written premiums which still managed to capture the lion's share of the portfolio as usual.

The fundamental strength of the cargo insurance was attributable to the rising insurance penetration rate of the domestic market gaining momentum again after a few years since the outbreak of Covid-19 pandemic as the Company launched a hard-hitting advertising campaign to heighten the public awareness of cargo insurance on the one hand, and the agents of great insight into the key transportation points and facilities played a prominent role in underwriting the risks in line with the increasing volume of cargo on the other.

The Company pursues agent-oriented policies by increasing the number of agents and encouraging their greater involvement in business in order to promote a sustainable growth of the first-class line of business.

Although the cargo insurance premium went up in 2022, we observed larger decrease of returns in this account compared to the preceding year since the paid claims reached up to KPW 653,586,225. This is because the cargoes to some extent were lost or damaged by natural disasters while in transit, and the terminals were faced with the huge quantity of accumulating cargoes.

In future, the Company, in cooperation with transport facilities, intends to improve the risk management to reduce the loss ratio by gaining deeper insights into the risks and hazards that cargo carriers may be exposed to in the course of transport and requiring that the corresponding preventive measures be taken strictly.

Marine hull insurance

All types of ships, including tugboats, floating cranes and special-purpose vessels, as well as cargo ships of all sorts such as general freight vessels, oil tankers and container vessels together with fishing vessels are covered under our marine hull insurance scheme.

Since 2018, the Company started to roll out fishing vessel insurance tailor-made to the needs of fishery stations specializing in fishing separately from portfolio of marine hull as a whole.

In addition, we made it accessible for the policyholders with sky-high sums insured to obtain coverage with the allocation of indemnity to the limitation fund, which have been applauded by them.

The shipping industry resumed a normal running of ships from the beginning of the year 2022, and thus it helped boost marine hull insurance and fishing vessel insurance, lifting income of premiums higher than the previous year.

Marine hull product grew by 142.81% to KPW 293,221,586 in premium income compared to the same period of the previous year, while the written premiums of fishing vessel insurance recorded a 28.83% rise year-on-year reaching KPW 91,067,316.

Written premiums in Marine hull sector and fishing vessel insurance added up to KPW 384,288,902, representing 26.96% of the Company's gross written premiums for the year.

We incurred payout of indemnities of KPW 112,247,847 in the annual aggregate that is comprised of KPW 87,324,377 in marine hull insurance and KPW 24,923,470 in fishing vessel insurance.

With the country's laws and regulations on maritime activity becoming more stringent, the frequency of loss occurrence at sea is markedly on the decrease.

The Company, in future, seeks to make a steady development of marine hull business along with fishing vessel product by consistently matching the terms and conditions of policies to the needs of the insureds and by improving risk management concentrating on stricter observance by the insureds of the laws and regulations of the state.

Marine liability insurance

Protection & Indemnity insurance and Port liability insurance are highly demanded at home, and the Company worked to grow up these businesses with a short- and medium-term plan.

The sea transport of cargo soared in the twelve months so we had more ships run and the ports handled the enlarged quantities of shipment, which was not comparable with the shipment at the ports in the aggregate in the previous year.

Hence, the recent exponential growth of sea transport provided a strong stimulus to marine liability insurance, leading to a significant rise in premium

income year-on-year.

P&I insurance and Port liability insurance yielded the premium income of KPW 76,013,083 and KPW 52,680,000 respectively in 2022, which increased by 73.51% and 107.89% per each line compared with the previous year.

The written premium of marine liability insurance amounted to KPW 128,693,083, representing 9.03% of the Company's annual turnover.

KPW 22,788,947 of paid claims in P&I business and KPW 12,737,024 of Port liability indemnities aggregated KPW 35,525,971 for the period under review.

The Company will strongly recommend that ship owners should strictly comply with the regulations on safe navigation, and require that the harbor authorities adhere closely to the regulations on freight forwarding in the ports, as well as maintain good conditions of forwarding facilities so as to prevent loss of or damage to cargo at the terminals, thereby promoting a stable development of this line.

Reinsurance

The Company ceded treaty reinsurance and facultative reinsurance for the risks underwritten to various insurance and reinsurance companies at home and abroad last year in order to not only ensure the stability of the Company's operation with its capacity enhanced, diversifying the accumulated risks, but also safeguard the insureds' interests as best it could.

In 2022, the total expenditure on reinsurance amounted to KPW 10,815,022, but the reimbursement of claims from reinsurers made a slight difference to it, coming up to KPW 18,254,863 in cargo excess of loss reinsurance treaty.

The Company underwrites maritime risks of different types in conformity with the international terms and conditions of marine insurance.

We concentrated on putting the underwriting activities on a scientific basis including the introduction of mathematical models for risk assessment, in order to steer the inward reinsurance business onto the track of healthy development and expansion.

We generated a reinsurance premium income in 2022 for writing facultative reinsurances in the international market after due consideration of various offers for cession of treaty and facultative reinsurances that were closely examined and thoroughly evaluated.

This may account for the Company's active marketing focused on the jurisdictions such as Asia and Africa by developing its business ties with the insurance brokers and insurance companies operating therein on the one hand and for the enhanced scientific approaches including the principle of careful selection based on scientific risk analysis and assessment on the other.

The Company will expand further its reinsurance business in close contact with the market players such as brokers, insurers and reinsurers to strengthen its footprint in the international market.

Claims settlement

Once the event of loss or damage is reported, the Company immediately responds by giving on-the-spot survey of loss to assess its extent scientifically and by sticking to its principles which make sure that the indemnities are paid to the victims correctly and perfectly. Thus, this is regarded as another factor which influences the Company to be preferred by the policyholders over the other market players.

The Company incurred total compensation payments of KPW 801,360,043 in 2022: the claims paid in cargo insurance came up to KPW 653,586,225, accounting for 81.56% of the gross claims paid; the paid losses relating to marine hull insurance and marine liability insurance were KPW 112,247,847 and KPW 35,525,971 respectively, which represented 14.01% and 4.43% separately of the gross claims paid.

The profit slump in cargo insurance account was attributable to the facts that the effects of risk accumulation were worsened to a high degree by a rising operation of cargo ships and the cumulative cargoes at the terminals such as ports, docks, etc. following a heavy boost in marine cargo transport last year, resulting in a sharp increase in number of affected policies per loss event, the frequencies of which were not that high; but on the other hand, the number of paid claims increased to some extent since the natural disasters including landslides and avalanches gave rise to a substantial loss of or damage to cargo in transit during the rainy season between July and August and over the winter months in the country.

Risk management

During the year under review, the Company devoted time and energy in information technology development to better the management of marine risks it wrote.

The Company continued to push ahead with the modernization of survey equipment and introduced new software products which took the level of information technology in risk management a stage farther in the year 2022.

The risk management personnel with expertise and competent knowledge made it possible for the Company to actively respond to the undesirable effects or calamities that might occur by analyzing with science and information technology the exposure of subject matters to loss or damage all the time and providing the Company with reasonable solutions to reduce the potential risk to a minimum.

Human resources

The human resource is a very important asset for the future-oriented development of the Company.

The Company not only regards the importance of talents as the main principle of its development, but also bears in mind that the education or training of employees is a stepping stone for its long-term development and future success, so that it paid considerable special attention to the management of human resources.

Although the vast majority of staff possess the relevant expertise and knowledge, if they do not go through a constant process of updating their knowledge and technics, they become already outdated, which in turn might have a negative impact on the future development of the Company.

Thus, the continual updating of the skills and knowledge by the employees is an inextricably inseparable from the development of the Company.

In 2022, the Company worked closely to implement its established short-and medium-term plan of talent management.

The Company organized and conducted the refresher course and insurance training class for the employees in a rational way depending on the respective fields of expertise and their individual qualifications, as well as online training class for the personnel at the regional branches several times.

In the course of training the employees, we witnessed free exchange of information and opinions between themselves based on a rigorous analysis of the global trend in development of marine insurance and the rising demand of marine insurance in the country, and most of the staff submitted proposals for the Company's business development.

In particular, there were many practical and valuable suggestions in those proposals, including a plan of introducing modern information technology into underwriting, and some of the selected plans got under way.

These activities to encourage entire staff and increase their performance positively influenced the management and business of the Company.

The Company will continue to direct efforts to the training and management of human resources keeping up with the recent practical demand.

FINANCIAL STATEMENTS

STATEMENT OF FINANCIAL POSITION
As at 31st December 2022

KPW

	2022	2021
ASSETS		
Cash and cash equivalents	4,442,964,584	4,150,444,790
Trade receivables	61,557,838	39,089,954
Reinsurers' share of insurance contract liabilities	369,695	18,300,000
Deferred acquisition costs	16,250,899	13,248,265
Prepayments	31,207,393	33,689,709
Other receivables	7,396,486	12,430,727
Property and equipment	316,624,000	329,024,000
Intangible assets	23,097,019	27,370,980
TOTAL ASSETS	**4,899,467,914**	**4,623,598,425**
LIABILITIES AND EQUITY		
LIABILITIES		
Insurance contract liabilities	457,128,449	440,836,669
Provision for unearned premiums	385,500,449	186,901,271
Provision for outstanding claims	70,500,000	251,172,500
Other underwriting provision	1,128,000	2,762,898
Long-term debt	-	22,600,000
Other liabilities	3,043,815	1,805,579
TOTAL LIABILITIES	**460,172,264**	**465,242,248**
EQUITY		
Paid-up capital	3,000,000,000	3,000,000,000
Contingency reserve	1,000,000,000	-
Retained earnings	158,356,177	963,024,493
Profit/loss for the period/year	280,939,473	195,331,684
TOTAL EQUITY	**4,439,295,650**	**4,158,356,177**
TOTAL LIABILITIES AND EQUITY	**4,899,467,914**	**4,623,598,425**

STATEMENT OF PROFIT OR LOSS
For the year ended 31st December 2022

KPW

	2022	2021
Gross premiums written	1,425,517,451	1,051,449,556
Premiums ceded	(10,815,022)	(13,278,938)
Change in provision for unearned premiums	(201,642,993)	(141,428,315)
Change in reinsurers' share of provision for unearned premiums	369,695	-
Net premiums earned	**1,213,429,131**	**896,742,304**
Gross claims paid	(801,360,043)	(275,328,318)
Reimbursement of claims for risks ceded to reinsurers	18,254,863	-
Change in provision for outstanding claims	180,672,500	(218,172,500)
Change in other underwriting provision	1,634,898	(1,937,898)
Change in reinsurers' share of loss provision	(18,300,000)	18,300,000
Net claims incurred	**(619,097,782)**	**(477,138,716)**
Acquisition costs net of related commission income from reinsurance ceded	(42,400,825)	(30,922,487)
Net underwriting result	**551,930,524**	**388,681,101**
Other income	29,209,000	27,347,000
General and administrative expenses	(179,797,419)	(136,982,838)
Profit/loss before payment to state	**401,342,105**	**279,045,263**
Payment to state	(120,402,632)	(83,713,579)
PROFIT/LOSS FOR THE PERIOD/YEAR	**280,939,473**	**195,331,684**

STATEMENT OF CHANGES IN EQUITY
For the year ended 31st December 2022

KPW

	Paid-up capital	Contingency reserve	Retained earnings	Total equity
Balance as 1st January 2021	**3,000,000,000**	**-**	**963,024,493**	**3,963,024,493**
Profit/loss for the period/year	-	-	195,331,684	195,331,684
Transfer to contingency reserve	-	-	-	-
Dividends relating to prior periods paid during the year	-	-	-	-
Balance as of 31st December 2021	**3,000,000,000**	**-**	**1,158,356,177**	**4,158,356,177**
Balance as 1st January 2022	**3,000,000,000**	**-**	**1,158,356,177**	**4,158,356,177**
Profit/loss for the period/year	-	-	280,939,473	280,939,473
Transfer to contingency reserve	-	1,000,000,000	(1,000,000,000)	-
Dividends relating to prior periods paid during the year	-	-	-	-
Balance as of 31st December 2022	**3,000,000,000**	**1,000,000,000**	**439,295,650**	**4,439,295,650**

STATEMENT OF CASH FLOWS
For the year ended 31st December 2022

KPW

	2022	2021
Cash flows from operating activities		
Cash from operating activities	436,802,426	513,603,676
Payment to state	(120,402,632)	(83,713,579)
Net cash from operating activities	**316,399,794**	**429,890,097**
Cash flows from investing activities		
Purchase of assets	(1,280,000)	-
Net cash from investing activities	**(1,280,000)**	**-**
Cash flows from financing activities		
Net borrowings	(22,600,000)	(53,200,000)
Net cash from financing activities	**(22,600,000)**	**(53,200,000)**
Net change in cash and cash equivalents	**292,519,794**	**376,690,097**
Cash and cash equivalents at the beginning of the period/year	4,150,444,790	3,773,754,693
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD/YEAR	**4,442,964,584**	**4,150,444,790**

Independent Auditor's Report

What we have audited

The financial statements of Samhae Insurance Company comprise:

- the statement of financial position as at 31st December 2022;
- the statement of profit or loss for the year ended 31st December 2022;
- the statement of changes in equity for the year ended 31st December 2022;
- the statement of cash flows for the year ended 31st December 2022;

Samhae Insurance Company's responsibility for the financial statements

Samhae Insurance Company is responsible for the preparation and fair presentation of the financial statements in accordance with Financial Law and Accounting Law of DPRK and in the manner required by International Financial Reporting Standards (IFRSs).

Auditor's responsibility

Our responsibility is to check these financial statements and notify Samhae Insurance Company of our official results.

We have audited the financial statements in accordance with Financial Law, Accounting Law and Auditing Law of DPRK and International Standards on Auditing (ISAs).

In order to verify the accuracy of the financial statements, we selected the crucial documentation according to our criteria and checked the figures shown therein together with assets management status.

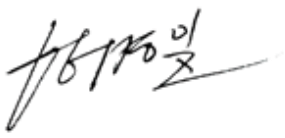
Not only the accuracy of the financial statements but also the competency of the accounting principles were closely examined.

We believe that we have done our job and presented our opinion as professional auditors on a reasonable basis.

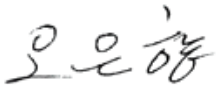
Audit opinion

We opine that the audited financial statements give a true and fair view of the financial condition of Samhae Insurance Company as at 31st December 2022, and of its financial performance and cash flows for the year then ended in line with International Financial Reporting Standards (IFRSs) and have been properly prepared in compliance with Financial Law and Accounting Law of DPRK.

Han Myong Il, Director, Pyongyang Office of Auditors of DPR Korea



O Un Hyang, Manager, Pyongyang Office of Auditors of DPR Korea



26th April 2023

Pyongyang Office of Auditors of DPR Korea

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Haeju City, South Hwanghae Province
Sariwon City, North Hwanghae Province
Wonsan City, Kangwon Province
Hamhung City, South Hamgyong Province
Chongjin City, North Hamgyong Province
Hyesan City, Ryanggang Province
Nampho City

삼 해 보 험 회 사
SAMHAE INSURANCE COMPANY